

## COMPACT GOAL

This Compact aims to expand and improve the reliability of water supply, sanitation, and drainage services in select urban and peri-urban areas of the capital city of Lusaka with the objective of decreasing the incidence of water-related diseases, generating time savings for households and businesses, and reducing non-revenue water in the water supply network.

## COMPACT AT A GLANCE

Compact Signed	05-10-2012
Entry Into Force	11-15-2013
Compact End Date	11-15-2018
Compact Total	\$354,757,640
Amount Committed	\$12,508,466
Amount Expended	\$12,356,985
Estimated Program Beneficiaries	1,241,959
Estimated Increase in Household Income	\$229,800,000

## % OF TOTAL COMPACT BUDGET (USD MILLIONS)

80%	Infrastructure Activity	\$283.2
8%	Institutional Strengthening Activity	\$26.9
11%	Program Administration and Audit	\$38.8
2%	Monitoring and Evaluation	\$5.8



■ Project Preparation ■ Project Implementation

Infrastructure Activity	PROJECT COST	TOTAL CONTRACT COMMITMENTS*	TOTAL PROJECT EXPENDITURES**																																									
	\$283,200,000	\$8,541,527	\$8,488,036																																									
<p>This activity supports infrastructure managed by the Lusaka Water and Sewerage Company and Lusaka City Council. A key focus is rehabilitation of Lusaka’s water supply network, including reducing non-revenue water. It also will expand portions of the city’s water supply network; rehabilitate and expand portions of the sewer networks; and improve drainage infrastructure.</p> <p><b>Projected Long-Term Results</b> (Up to 20 years)</p> <table><tr><td>ESTIMATED BENEFICIARIES</td><td>ESTIMATED INCREASE IN HOUSEHOLD INCOME</td></tr><tr><td><b>1,241,959</b></td><td><b>\$346,700,000</b></td></tr></table>	ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME	<b>1,241,959</b>	<b>\$346,700,000</b>	<table><tr><th>YEAR 1</th><th>YEAR 2</th><th>YEAR 3</th><th>YEAR 4</th><th>YEAR 5</th></tr><tr><td>Core Water Network Rehab</td><td></td><td></td><td></td><td></td></tr><tr><td>Chelston Branch Expansion</td><td></td><td></td><td></td><td></td></tr><tr><td>Sewer-shed Expansion &amp; Upgrade</td><td></td><td></td><td></td><td></td></tr><tr><td>Central Branch Extension</td><td></td><td></td><td></td><td></td></tr><tr><td>Bombay Drain Improvement</td><td></td><td></td><td></td><td></td></tr><tr><td>PRESENT</td><td></td><td></td><td></td><td></td></tr></table>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	Core Water Network Rehab					Chelston Branch Expansion					Sewer-shed Expansion & Upgrade					Central Branch Extension					Bombay Drain Improvement					PRESENT					<table><tr><td><p><b>PROJECTED RESULTS BY END OF COMPACT</b></p><p>Increases in the number of households with access to improved water supply to 16,790. A drop in the percentage of non-revenue water by Lusaka Water and Sanitation from 48% to 25% and a decrease in the incidence of infectious diarrhea from 13.8% to 9.7% and reduction in time spent gathering treated water for women and children of 31.6 million hours annually.</p></td><td><p><b>PROGRESS TO DATE</b></p><p>Engineering designs and resettlement action plans have reached an advanced stage and are being finalized. Evaluations for the Program Management Consultant (PMC) have been finalized and award is pending.</p></td><td><p><b>PROJECT ACHIEVEMENTS</b></p><p>Progress has been made with regard to installation of pre-paid meters at government institutions and other policy reforms.</p></td></tr></table>	<p><b>PROJECTED RESULTS BY END OF COMPACT</b></p> <p>Increases in the number of households with access to improved water supply to 16,790. A drop in the percentage of non-revenue water by Lusaka Water and Sanitation from 48% to 25% and a decrease in the incidence of infectious diarrhea from 13.8% to 9.7% and reduction in time spent gathering treated water for women and children of 31.6 million hours annually.</p>	<p><b>PROGRESS TO DATE</b></p> <p>Engineering designs and resettlement action plans have reached an advanced stage and are being finalized. Evaluations for the Program Management Consultant (PMC) have been finalized and award is pending.</p>	<p><b>PROJECT ACHIEVEMENTS</b></p> <p>Progress has been made with regard to installation of pre-paid meters at government institutions and other policy reforms.</p>
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Institutional Strengthening Activity	PROJECT COST	TOTAL CONTRACT COMMITMENTS*					TOTAL PROJECT EXPENDITURES**								
<p>This activity will provide technical assistance to LWSC and LCC to continue ongoing government sector reform efforts designed to improve sector management and sustainability of MCC investments. It will also improve pro-poor service delivery through institutional capacity building and an innovation grants program.</p>	\$26,900,000														
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	Institutional Support to LWSC														
	Institutional Support to LCC														
	Innovation Grant														

\*Commitments represent the aggregate of both activities under the compact project. Expenditures represent the aggregate of both activities under the compact project.

\*\*Expenditures are the sum of cash outlays and quarterly accruals for work completed but not yet paid or invoiced.

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